

ASSEMBLY BILL

No. 1861

Introduced by Assembly Member Kim

February 10, 2016

An act to amend Section 63050 of the Government Code, relating to economic development.

LEGISLATIVE COUNSEL'S DIGEST

AB 1861, as introduced, Kim. California Infrastructure and Economic Development Bank Fund.

The Bergeson-Peace Infrastructure and Economic Development Bank Act establishes the California Infrastructure and Economic Development Bank Fund, a continuously appropriated fund, except as specified, in the State Treasury for the purpose of implementing the act.

This bill would make nonsubstantive changes to these provisions.

Vote: majority. Appropriation: no. Fiscal committee: no.
State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 63050 of the Government Code is
- 2 amended to read:
- 3 63050. (a) ~~There is hereby created in the State Treasury the~~
- 4 *The* California Infrastructure and Economic Development Bank
- 5 *Fund is hereby created in the State Treasury* for the purpose of
- 6 implementing the objectives and provisions of this division. Within
- 7 the fund there shall also be established a Sponsor Revenue Bond
- 8 Account, a Participating Party Revenue Bond Account, a State

1 Infrastructure Revolving Account, and additional accounts and
2 subaccounts that the bank may establish from time to time.

3 (b) Notwithstanding Section 13340 and except as provided in
4 subdivision (c), all moneys in the ~~infrastructure bank fund~~
5 *California Infrastructure and Economic Development Bank Fund*
6 are continuously appropriated without regard to fiscal years for
7 the support of the bank and shall be available for expenditure for
8 the purposes stated in this division.

9 (c) Moneys in the ~~infrastructure bank fund~~ *California*
10 *Infrastructure and Economic Development Bank Fund* shall be
11 available for expenditure for general administration only upon
12 appropriation by the Legislature. This subdivision shall not limit
13 the authority of the bank to expend funds directly related to the
14 servicing of approved debt. Moneys in the fund shall be available
15 for the purpose of general administration of the authority only
16 upon appropriation by the Legislature, but not more than 5 percent
17 of any bond proceeds administered by the authority may be
18 expended to cover the costs of issuance, as that terminology is
19 defined under Section 147 (G) of the Internal Revenue Code.

20 (d) Notwithstanding any other provision of this division, not
21 more than 15 percent of the financing annually approved by the
22 executive director that utilizes state funds from the ~~infrastructure~~
23 ~~bank fund~~ *California Infrastructure and Economic Development*
24 *Bank Fund* may be expended upon educational facilities,
25 environmental mitigation measures, and parks and recreational
26 facilities.

27 (e) The executive director may transfer funds between the
28 ~~infrastructure bank fund~~ *California Infrastructure and Economic*
29 *Development Bank Fund* and the ~~guarantee trust fund~~ *Guarantee*
30 *Trust Fund* when appropriate to accomplish the financing
31 objectives of this division.